AGENDA TITLE: Adopt Resolution Requesting Congress to Preserve the Existing Community

**Development Block Grant Program** 

**MEETING DATE:** March 16,2005

**PREPARED BY:** Deputy City Manager

**RECOMMENDED ACTION:** That the City Council adopt a resolution requesting Congress to

preserve the existing Community Development Block Grant

Program.

BACKGROUND INFORMATION: President Bush is proposing that the Community Development

Block Grant (CDBG) program be eliminated and consolidated with 17 other programs into a new program called Strengthening

America's Communities Grant Program. The new Program, at \$3.71 billion, is nearly \$1 billion less than the current CDBG program alone.

The National League of Cities, the United States Conference of Mayors, the National Association of Counties, and the California League of Cities (among other coalitions) are opposing the President's proposal and are urging city officials to adopt resolutions opposing the proposal. They are encouraging the President to not only leave the CDBG program alone but to also fund it at no less than \$4.355 billion, which is level with the FY 2005 allocation. Additionally, they are advocating that the CDBG program should be a separate and distinct program from other economic development programs that provides a direct and flexible source of funding to local governments.

**FISCAL IMPACT** Unknown until such time as the proposed \$1 billion less funding is established with a formula by the federal government.

**FUNDING AVAILABLE:** Not Applicable

Jane S. Keeter
Deputy City Manager

JSK/sl

APPROVED:

Blair King, City Manager



#### **DECLARATION OF MAILING**

# TRANSMITTAL LETTER AND RESOLUTION REQUESTING CONGRESS TO PRESERVE THE EXISTING COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

On March 17, 2005, in the City of Lodi, San Joaquin County, California, I deposited in the United States mail, envelopes with first-class postage prepaid thereon, containing a transmittal letter and Resolution requesting Congress to preserve the existing Community Development Block Grant program, marked Exhibit "A; said envelopes were addressed as is more particularly shown on Exhibit "B attached hereto.

There **is** a regular daily communication by mail between the City of Lodi, California, and the places to which said envelopes were addressed.

I declare under penalty of perjury that the foregoing is true and correct.

Executed on March 17, 2005, at Lodi, California.

ORDERED BY:

SUSAN BLACKSTON CITY CLERK, CITY OF LODI

JACQUELINE L. TAYLOR
DEPUTY CITY CLERK

KARI J. CHADWICK
ADMINISTRATIVE CLERK

JENNIFER M. PERRIN DEPUTY CITY CLERK CITY COUNCIL

JOHN BECKMAN, Mayor
SUSAN HITCHCOCK,
Mayor Pro Tempore
LARRY D. HANSEN
BOB JOHNSON
JOANNE MOUNCE

### CITY OF LODI

CITY HALL, 221 WEST PINE STREET
P.O. BOX 3006
LODI, CALIFORNIA 95241-1910
(209)333-6702
FAX (209)333-6807
cityclrk@lodi.gov

March 17,2005

BLAIR KING, City Manager
SUSAN J. BLACKSTON
City Clerk
D. STEPHEN SCHWABAUER
City Attorney

To: Interested Parties

RE: Resolution Requesting Congress to Preserve the Existing Community Development Block Grant Program

The Lodi City Council, at its meeting on March 16, 2005, adopted the enclosed resolution requesting Congress to preserve the existing Community Development Block Grant program.

Should you have any questions, please feel free to contact my office.

Sincerely,

Susan J. Blackston

City Clerk

**JMP** 

**Enclosure** 

#### RESOLUTION NO. 2005-55

#### A RESOLUTION OF THE LODI CITY COUNCIL REQUESTING CONGRESS TO PRESERVE THE EXISTING COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

WHEREAS, for 30 years, America's cities, including both large and small cities in California, have used Community Development Block Grant (CDBG) grants to create jobs, provide affordable housing, eliminate blight, and generate new economic investment; and

WHEREAS, CDBG funds have played a critical role in community and economic development in Lodi; and

WHEREAS, CDBG funds have been a powerful economic engine and a job creator, allowing Lodi to leverage private investment by employing hundreds of people and attracting millions of dollars in equity investment; and

WHEREAS, CDBG funds represent a catalyst for creating more affordable housing, making it possible for Lodi to help build nine rental housing units this past year alone. CDBG-funded rehabilitation has resulted in dozens of families with clean, decent, affordable housing; and

WHEREAS, the CDBG program offers a mechanism for building public infrastructure, whereby, Lodi used \$250,000 this past year to provide handicap accessible sidewalks; and

WHEREAS, the CDBG program has increased the quality of life in Lodi, as evidenced by the numerous parks projects and street lighting; and

WHEREAS, the President has proposed a new "Strengthening America's Communities Initiative," which combines 18 direct grant programs, including CDBG, into one within the Economic Development Administration; and

WHEREAS, at \$3.71 billion, the new program (which combines 18 programs) is nearly \$1 billion less than the current CDBG program alone; and

WHEREAS, without proper funding for CDBG, we risk undermining the economic well being of our communities, the future generations that live there, and the nation as a whole.

NOW, THEREFORE, BE IT RESOLVED that the Lodi City Council hereby requests that Congress enact a fiscal year 2006 budget and appropriations package that funds CDBG formula grants at no less than \$4.355 billion, which is level with fiscal year 2005 allocations; and

BE IT FURTHER RESOLVED that Congress maintain the CDBG as a separate and distinct program from other economic development programs that provides a direct and flexible source of funding to local governments; and

BE IT FURTHER RESOLVED that Congress maintain the current "dual formula" system where 70 percent of CDBG funds go to entitlement communities based on population; and

BE IT FURTHER RESOLVED that the City Clerk's office is hereby directed to mail certified copies of this Resolution to Senator Barbara Boxer, Senator Dianne Feinstein, and to the League of California Cities, Attention: Genevieve Morelos, 1400 K Street, 4<sup>th</sup> Floor, Sacramento, CA, 95814.

Dated: March 16, 2005

I hereby certify that Resolution No. 2005-55 was passed and adopted by the City Council of the City of Lodi in a regular meeting held March 16, 2005, by the following vote:

AYES:

COUNCIL MEMBERS - Hitchcock, Johnson, and Mounce

NOES:

COUNCIL MEMBERS - Mayor Beckman

ABSENT:

COUNCIL MEMBERS - Hansen

ABSTAIN:

COUNCIL MEMBERS - None

SUSAN J. BLACKSTON

Black

City Clerk



#### **MAILING LIST**

## RESOLUTION REQUESTING CONGRESS TO PRESERVE THE EXISTING COMMUNITY DEVELOPMENT BLOCK GRANT PROGRAM

Senator Barbara Boxer 112 Hart Senate Office Building Washington Dc 20510

Senator Diane Feinstein 331 Hart Senate Office Building Washington Dc 20510

League of California Cities Attn: Genevieve Morelos 1400 K Street, 4<sup>th</sup> Floor Sacramento, CA 95814

Konradt (Rad) Bartlam Community Development Director

Janet S. Keeter Deputy City Manager Administration